

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENT FOR THE FIRST QUARTER
ENDED 31 MARCH 2014**

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(THE FIGURES HAVE NOT BEEN AUDITED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 MONTHS PERIOD ENDED		3 MONTHS PERIOD ENDED	
	31 MARCH 2014	31 MARCH 2013	31 MARCH 2014	31 MARCH 2013
	Note		Unaudited	Unaudited
		RM	RM	RM
Revenue		23,253,039	11,627,826	23,253,039
Cost of sales		(12,819,082)	(8,379,316)	(12,819,082)
Gross Profit		10,433,957	3,248,510	10,433,957
Other operating income		92,179	68,741	92,179
Administrative expenses		(7,886,864)	(2,128,640)	(7,886,864)
Profit from operations		2,639,272	1,188,611	2,639,272
Finance costs		(323,010)	(54,893)	(323,010)
Profit before income tax		2,316,262	1,133,718	2,316,262
Income tax expenses		(313,424)	(34,063)	(313,424)
Profit for the period		2,002,838	1,099,655	2,002,838
Profit attributable to:				
Equity Holders of the Parent		1,304,997	1,103,556	1,304,997
Non controlling interest		697,841	(3,901)	697,841
		2,002,838	1,099,655	2,002,838
Earnings per share attributable to Equity Holders of the Parent				
- Basic (sen)	B10	0.67	0.58	0.67
- Diluted (sen)	B10	0.66	0.58	0.66

Note:

The unaudited condensed consolidated Statement of Comprehensive Income should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2013.

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENT FOR THE FIRST QUARTER
ENDED 31 MARCH 2014**

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
(THE FIGURES HAVE NOT BEEN AUDITED)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 MONTHS PERIOD ENDED		3 MONTHS PERIOD ENDED	
		31 MARCH 2014	31 MARCH 2013	31 MARCH 2014	31 MARCH 2013
				Unaudited	Unaudited
		RM	RM	RM	RM
Profit for the period		2,002,838	1,099,655	2,002,838	1,099,655
OTHER COMPREHENSIVE INCOME					
Exchange difference arising on translation of foreign operations		(248,065)	46,066	(248,065)	46,066
Amortisation of revaluation reserve		(11,872)	(8,765)	(11,872)	(8,765)
Other comprehensive income, net of tax		(259,937)	37,301	(259,937)	37,301
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		1,742,901	1,136,956	1,742,901	1,136,956
Total comprehensive income attributable to:					
Equity Holders of the Parent		1,045,060	1,140,857	1,045,060	1,140,857
Non controlling interest		697,841	(3,901)	697,841	(3,901)
		1,742,901	1,136,956	1,742,901	1,136,956
		-	-	-	-

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENT FOR THE FIRST QUARTER
ENDED 31 MARCH 2014**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	<i>Unaudited</i>	<i>Audited</i>
	31 MARCH 2014	31 DECEMBER 2013
	RM	RM
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	11,196,304	7,773,431
Goodwill on consolidation	23,698,867	5,123,819
Intangible assets	1,640,726	1,500,000
Development costs	9,118,767	8,816,460
	<u>45,654,664</u>	<u>23,213,710</u>
CURRENT ASSETS		
Inventories	65,086	48,886
Trade receivables	39,819,468	20,424,874
Other receivables, prepayments & deposits	17,719,038	15,298,399
Tax recoverable	645,109	398,261
Deposits placed with licensed bank	1,719,166	828,252
Cash and bank balances	10,968,840	3,185,199
	<u>70,936,707</u>	<u>40,183,871</u>
TOTAL ASSETS	<u>116,591,371</u>	<u>63,397,581</u>
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT		
Share capital	19,505,389	19,478,141
Share premium	9,042,588	9,027,702
Treasury Shares	(1,486,255)	(1,485,130)
Foreign currency translation reserve	485,903	733,968
Revaluation reserve	2,362,503	2,374,375
Legal Reserve	203,809	203,809
Share-based payment reserved in relating to ESOS	371,270	376,620
Retained profits	30,289,430	28,972,561
	<u>60,774,637</u>	<u>59,682,046</u>
Non controlling interest	4,626,328	124,826
TOTAL EQUITY	<u>65,400,965</u>	<u>59,806,872</u>
NON-CURRENT LIABILITIES		
Hire purchase payables	419,929	535,971
Term Loan	10,741,956	-
Deferred tax liabilities	16,203	25,060
	<u>11,178,088</u>	<u>561,031</u>
CURRENT LIABILITIES		
Trade payables	3,307,720	111,068
Other payables and accruals	28,958,356	1,046,924
Hire purchase payables	1,334,302	1,357,621
Term Loan	3,554,800	-
Tax payables	1,042,978	514,065
Bank overdrafts - secured	1,814,162	-
	<u>40,012,318</u>	<u>3,029,678</u>
TOTAL LIABILITIES	<u>51,190,406</u>	<u>3,590,709</u>
TOTAL EQUITY AND LIABILITIES	<u>116,591,371</u>	<u>63,397,581</u>
Number of ordinary shares at RM0.10 sen par each	195,053,889	194,781,409
Net Assets per share attributable to ordinary equity holders of the Company (sen)	<u>31.2</u>	<u>30.6</u>

Note:

The unaudited condensed consolidated Statement of Financial Position should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2013.

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENT FOR THE FIRST QUARTER
ENDED 31 MARCH 2014**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(THE FIGURES HAVE NOT BEEN AUDITED)**

	Attributable to Equity Holders of the Company							Sub-total	Non Controlling Interest	Total Equity	
	Share Capital	Share Premium	Share Based Payment Reserved	Treasury Shares	Foreign Currency Translation Reserve	Revaluation Reserve	Legal Reserve				Retained Profits
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	
Current period-to-date ended 31 MARCH 2014											
As at 1 January 2014	19,478,141	9,027,702	376,620	(1,485,130)	733,968	2,374,375	203,809	28,972,561	59,682,046	124,826	59,806,872
Issuance of shares pursuant to :-											
- Private Placement	-	-	-	-	-	-	-	-	-	-	-
- ESOS	-	-	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	-	-	1,304,997	1,304,997	697,841	2,002,838
Other Comprehensive income for the period	-	-	-	-	(248,065)	(11,872)	-	-	(259,937)	-	(259,937)
Total comprehensive income for the period	-	-	-	-	(248,065)	(11,872)	-	1,304,997	1,045,060	697,841	1,742,901
Amortisation of revaluation reserve	-	-	-	-	-	-	-	11,872	11,872	-	11,872
Acquisition of Subsidiary	-	-	-	-	-	-	-	-	-	3,803,661	3,803,661
Exercised of ESOS	27,248	14,886	(5,350)	-	-	-	-	-	36,784	-	36,784
Shares-Buy back	-	-	-	(1,125)	-	-	-	-	(1,125)	-	(1,125)
Balance at the end of period	19,505,389	9,042,588	371,270	(1,486,255)	485,903	2,362,503	203,809	30,289,430	60,774,637	4,626,328	65,400,965
Corresponding period-to-date ended 31 MARCH 2013											
As at 1 January 2013	17,536,411	6,757,395	162,736	(814,556)	13,189	1,753,012	203,809	21,670,258	47,282,254	78,990	47,361,244
Issuance of shares pursuant to:-											
- ESOS	1,725,200	2,329,020	-	-	-	-	-	-	4,054,220	-	4,054,220
- Warrants Converted	22,778	13,212	-	-	-	-	-	-	35,990	-	35,990
Profit for the period	-	-	-	-	-	-	-	1,103,556	1,103,556	(3,901)	1,099,655
Other Comprehensive income for the period	-	-	-	-	46,066	(8,765)	-	-	37,301	-	37,301
Total comprehensive income for the period	-	-	-	-	46,066	(8,765)	-	1,103,556	1,140,857	(3,901)	1,136,956
Amortisation of revaluation reserve	-	-	-	-	-	-	-	8,765	8,765	-	8,765
Shares-Buy back	-	-	-	(216,241)	-	-	-	-	(216,241)	-	(216,241)
Exercised of ESOS	-	10,477	(10,477)	-	-	-	-	-	-	-	-
Balance at the end of period	19,284,389	9,110,104	152,259	(1,030,797)	59,255	1,744,247	203,809	22,782,579	52,305,845	75,089	52,380,934

Note:

The unaudited condensed consolidated Statement of Changes in Equity should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2013.

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENT FOR THE FIRST QUARTER
 ENDED 31 MARCH 2014**
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
 (THE FIGURES HAVE NOT BEEN AUDITED)**

	CURRENT PERIOD ENDED 31 MARCH 2014	CORRESPONDING PERIOD ENDED 31 MARCH 2013
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	2,316,262	1,133,718
Adjustments for:		
Depreciation	1,086,358	437,931
Amortisation	567,367	541,556
Interest Income	(4,734)	(13,511)
Interest expenses	323,010	54,893
Effects of foreign exchange rate changes	(247,045)	31,797
Bargain purchase arising from acquisition of Subsidiary	-	-
Operating profit before working capital changes	4,041,218	2,186,384
Changes in working capital		
Receivables	6,560,100	(151,597)
Payables	22,984,755	311,321
Inventories	(16,200)	1,225
Cash (used in) / generated from operations	33,569,873	2,347,333
Tax paid	(786,774)	(299,405)
Tax refund	-	-
Interest expenses	(942)	-
Interest Received	4,734	12,642
Net cash generated from / (used in) operating activities	32,786,891	2,060,570
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(111,160)	(183,152)
Deposit held as security	(890,914)	(60,000)
Net Cash inflow on investment in subsidiary	(28,448,757)	-
Development Cost	(855,688)	(288,325)
Interest Income	-	-
Net cash generated from / (used in) investing activities	(30,306,519)	(531,477)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds on issuance of shares capital	1,027,246	1,747,978
Premium on issuance of shares Capital	9,537	2,342,231
Share Buy Back	(1,125)	(216,241)
Repayment of hire purchase payables	(401,505)	(342,071)
Repayment of finance lease payables	-	(1,223)
Interest paid	(322,068)	(54,893)
Net cash generated from / (used in) financing activities	312,085	3,475,781
Net decrease in cash and cash equivalents	2,792,457	5,004,874
Opening balance of cash and cash equivalents	6,362,222	6,405,009
Closing balance of cash and cash equivalents	9,154,679	11,409,883
Cash and cash equivalents		
Fixed deposits with licensed bank	3,946,593	9,201,542
Cash and bank balances	8,741,413	2,966,593
Overdraft	(1,814,161)	-
	10,873,845	12,168,135
Less: Deposits held as security	(1,719,166)	(758,252)
Closing balance of cash and cash equivalents	9,154,679	11,409,883

Note:

The unaudited condensed consolidated Statement of Cash Flow should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2013.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2014**

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of Preparation

- a) These interim financial statements of SMR Technologies Berhad ("SMRT" or the "Company") and its subsidiaries (the "Group") are unaudited and have been prepared in accordance with MFRS 134 - Interim Financial Reporting issued by the Malaysian Financial Standards Board ("MASB") and Appendix 9B of the Bursa Malaysia Securities Berhad's ("Bursa Securities") ACE Market Listing Requirements ("AMLR").

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended ("FYE") 31 December 2013. These explanatory notes attached to the interim financial statement provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the FYE 31 December 2013.

b) Significant Accounting Policies

The significant accounting policies and presentations adopted by the Group in this quarterly report are consistent with those of the annual financial statements for the FYE 31 December 2013 except for the Group has adopted the Malaysian Financial Reporting Standards (MFRS) framework issued by Malaysian Accounting Standards Boards (MASB) which are effective for annual periods beginning on or after 1 January 2014 as disclosed below: -

<u>Amendments / Improvements to MFRSs</u>		Effective for financial periods beginning on or after
MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 July 2014
MFRS 2	Share-based Payment	1 July 2014
MFRS 5	Business Combinations	1 July 2014
MFRS 8	Operating Segments	1 July 2014
MFRS 10	Consolidated Financial Statements	1 January 2014
MFRS 12	Disclosure of Interest in Other Entities	1 January 2014
MFRS 13	Fair Value Measurement	1 July 2014
MFRS 116	Property, Plant and Equipment	1 July 2014
MFRS 119	Employee Benefits	1 July 2014
MFRS 124	Related Party Disclosures	1 July 2014
MFRS 127	Separate Financial Statements	1 January 2014
MFRS 132	Financial Instruments: Presentation	1 January 2014
MFRS 136	Impairment of Assets	1 January 2014
MFRS 138	Intangible Assets	1 July 2014
MFRS 139	Financial Instruments: recognition and Measurement	1 January 2014
MFRS 140	Investment Property	1 July 2014
 <u>New IC Int</u>		
IC Int 21	Levies	1 January 2014

The adoption of the above revised MFRSs, amendments to MFRSs, and interpretation does not have material impact on the financial statements of the Group.

A2 Audit Report of the preceding Annual Financial Statements

The audit report for the annual financial statements of the Group for the FYE 31 December 2013 was not subject to any qualification.

A3 Seasonal or Cyclical Factors

The Group's operations were not materially affected by seasonal or cyclical changes.

A4 Changes in estimates

There were no estimates report provided for the last financial quarter under review.

A5 Debt and equity securities

There were no issuance, cancellation or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares, repurchase and resale of treasury shares for the current financial quarter under review, other than disclosed as follows:-

- a) During the current financial quarter under review, the Company issued additional 272,480 new ordinary shares of RM0.10 each at an exercise price of RM0.135 pursuant to the Employee Shares Option Scheme ("ESOS").

The details movement of the issued and paid up capital and share premium reserved for the Company are as follows:-

	No. of shares Issued and fully paid up ordinary shares of RM0.10 each	Share Capital	Share Premium	Total
	'000	RM '000	RM '000	RM '000
As at January 2014	194,781	19,478	9,028	28,506
Issuance of shares via Private Placement	-	-	-	-
Issuance of shares via ESOS	272	27	10	37
Transfer of ESOS reserved upon exercised of ESOS	-	-	5	5
Conversion of Warrants to Ordinary Shares	-	-	-	-
As at 31 March 2014	195,053	19,505	9,043	28,548

- b) During the current quarter under review, the Company has repurchased 5,000 of its issued shares capital from the open market. The average price paid for the shares repurchased was RM0.225 per share. The repurchase transactions were financed by internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.

A6 Valuation of Property, Plant and Equipment

The value of office suite has been brought forward, without amendments from the last year's annual audited financial statements.

A7 Dividend Paid

No dividend was paid during the financial quarter under review.

A8 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items or events, which affected the assets, liabilities, equity, net income or cash flows of the Group since the last annual audited financial statements.

A9 Segmental Information**(a) Analysis of segmental revenue and results**

	Current Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	RM'000	RM'000	RM'000	RM'000
Segment revenue				
- Technology & implementation services	1,570	537	1,570	537
- Consulting, training, others	9,105	11,612	9,105	11,612
- Education	13,478	-	13,478	-
- Investment holding & management services	-	-	-	-
Elimination of inter-segment sales	(900)	(521)	(900)	(521)
Total operations	23,253	11,628	23,253	11,628
Segment Results				
- Technology & implementation services	345	(509)	345	(509)
- Consulting, training, others	801	1,986	801	1,986
- Education	1,321	-	1,321	-
- Investment holding & management services	(464)	(377)	(464)	(377)
Consolidation adjustments	-	-	-	-
Profit after tax for total operations	2,003	1,100	2,003	1,100

(b) Analysis by geographical areas

Revenue	3 months ended 31 March 2014			
	Malaysia	Overseas	Elimi- nations	Total Operations
	RM'000	RM'000	RM'000	RM'000
External sales	22,679	574	-	23,253
Inter-segment	900	-	(900)	-
Total	23,579	574	(900)	23,253

Segment assets	194,776	12,614	(90,799)	116,591
Segment liabilities	129,778	313	(78,901)	51,190
Depreciation & amortisation	1,636	18	-	1,654

A10 Material Events Subsequent to the end of the current quarter

- a) On 6 May 2014, the Company announced the proposed private placement of up to 29,188,000 new ordinary shares of RM0.10 each, representing not more than ten percent (10%) of the enlarged issued and paid-up capital of the Company.

A11 Changes in the Composition of the Group

There were no material changes in the composition of the Group for the current quarter under review.

A12 Contingent Liabilities or Contingent Assets

As at 31.03.2014
RM'000

Corporate Guarantees issued to financial institutions in respect of banking facilities granted to subsidiary companies

10,200

A13 Capital Commitments

There were no capital commitments during the current quarter under review.

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B1 Review of Performance**Current quarter compared to preceding year's corresponding quarter**

For the current quarter under review, the Group had achieved a revenue of RM23.25 million with a profit before tax ("PBT") of RM2.32 million compared with a revenue of RM11.63 million and PBT of RM1.13 million in the same quarter of 2013 (Q1, 2013). PBT of the reporting quarter increased to RM2.32 million mainly due to the renewal of contract for English Language Training ("ELT") project by Ministry of Education ("MOE") and the education segment.

B2 Material change in the profit before tax for the current quarter as compared with the immediate preceding quarter

The Group's PBT recorded a decreased in PBT of RM3.90 million for the current quarter against RM6.22 million in the immediate preceding quarter mainly caused by one off corporate exercise expenses incurred on the acquisition of In-Fusion Education Sdn Bhd ("IESB") and increased in the funding cost for the acquisition.

B3 Prospects for the current financial year

The Group maintains a positive outlook on its performance for year 2014. The projects in Malaysia and Middle East have contributed positively to maintain the Group's profitable position. With the expansion to the education sector, the Group is confident that it can sustain its profitability and continual growth in the year 2014.

The Group has increasingly focused on the learning space - the Education sector as both the Malaysian government and the government in the countries that we focus on have high growth economies and they continue to invest heavily in education and workforce learning and development. With Malaysia's Economic Transformation Programme ("ETP") focusing on developing a high income nation and substantial investments in Education and Workforce development, the group is confident of the demand for its solutions in the learning space.

Barring any unforeseen circumstances, the Directors are of the opinion that the Group's results for the current year will remain favourable.

B4 Variance of actual profit from Profit forecast and Profit Guarantee

The Group neither announced nor provided any profit forecast or profit guarantee for the current quarter.

B5 Income Tax Expenses

	Current Quarter 31.03.2014 RM'000	Cumulative Quarter 31.03.2014 RM'000
Income tax		
Current tax	336,952	336,952
(Over) / under provision of tax in prior year	(19,510)	(19,510)
Deferred tax liabilities	(4,018)	(4,018)
	313,424	313,424

B6 Status of corporate proposals announced but not yet completed

There were no other corporate proposals announced but not yet completed as at the date of this quarterly report, other than disclosed as follows:-

On 6 May 2014, the Company announced the proposed private placement of up to 29,188,000 new ordinary shares of RM0.10 each, representing not more than ten percent (10%) of the enlarged issued and paid-up capital of the Company.

B7 Group Borrowings and Debt Securities

	31.03.2014 RM'000
<u>Secured short-term</u>	
Overdraft	1,814
Hire purchase payables	1,334
Term Loan	3,555
<u>Secured long-term</u>	
Hire purchase payables	420
Term Loan	10,742
Total borrowings	17,865

All borrowings are denominated in Ringgit Malaysia.

B8 Material Litigations

The Group is not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this quarterly report.

B9 Earning Per Share ("EPS")

The basic EPS is calculated based on the Group's profit attributable to ordinary equity holders of the parent for the current quarter and cumulative year to date, and divided by the weighted average number of shares of RM0.10 each in issue for the current quarter and cumulative year to date as follows :-

(a) Basic EPS

	3 months ended		Year-to-date	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary equity holders of the parent (RM'000)	1,305	1,104	1,305	1,104
Weighted average no. of ordinary shares of RM 0.10 each ('000)	194,972	188,992	194,972	188,992
Basic profit per ordinary shares (sen)	0.669	0.584	0.669	0.584

(b) Fully diluted earnings per share

Diluted earnings per share amounts are calculated by dividing the Group's profit for the financial year attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial year plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

	3 months ended		Year-to-date	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary equity holders of the parent (RM'000)	1,305	1,104	1,305	1,104
Weighted average no. of ordinary shares of RM 0.10 each ('000)	194,972	188,992	194,972	188,992
Effect of dilution for ESOS ('000)	1,460	1,874	1,460	1,874
Adjusted weighted average number of ordinary shares in issue and issuable	196,432	190,866	196,432	190,866
Diluted earnings per shares (sen)	0.664	0.578	0.664	0.578

B10 Proposed Dividend

The is no proposed dividend has been declared for the financial quarter under review.

B11 Disclosure of Realised and Unrealised Profits/(Losses)

On 25 March 2010, Bursa Malaysia Securities Berhad ("Bursa Malaysia") issued a directive to all listed issuers pursuant to Paragraphs 2.07 and 2.23 of Bursa Malaysia Ace Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the retained profits or accumulated losses as at the end of the reporting period, into realised and unrealised profits and losses.

On 20 December 2010, Bursa Malaysia further issued guidance on the disclosure and the format required.

Pursuant to the directive, the amounts of realised and unrealised profits or losses included in the retained profits of the Group and the Company as at 31 December 2013 are as follows:-

	As at	As at
	31.03.2014	31.12.2013
	RM'000	RM'000
Total retained profits of the Company and its subsidiaries:		Audited
- Realised	30,975	29,784
- Unrealised	(686)	(812)
Total group retained profits as per consolidated accounts	30,289	28,972

The determination of realised and unrealised profits is based on Guidance of Special Matter No. 1, Determination of Realised and Unrealised Profits and Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be applied for any other purposes.

B12 Operating Profit

	3 months ended		Year-to-date	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	RM'000	RM'000	RM'000	RM'000
Operating profit has been arrived at after charging:-				
Amortisation of developments cost	567	542	567	542
Depreciation of property, plant and equipment	1,087	438	1,086	438
Interest expenses	323	55	323	55
Loss on disposal of property, plant and equipment	-	-	-	-
Property, plant and equipment written off	-	-	-	-
Realised loss on foreign exchange	-	81	-	81
Unrealised loss on foreign exchange	-	-	-	-
After crediting:-				
Interest Income	5	14	5	14
Rental Income	75	54	75	54
Realised gain on foreign exchange	10	-	10	-
Unrealised gain on foreign exchange	126	49	126	49

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.